Yukon Lottery Commission
Annual Report 2001-2002

winning in our communities

104-04023/

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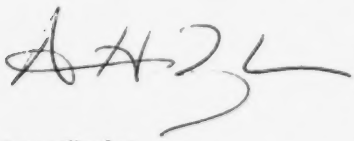
Copies of the Annual Report are available from
Lotteries Yukon
312 Wood Street
Whitehorse Yukon, Y1A 2E6
Telephone 867-633-7890, Fax 867-668-7561,
e-mail: lotteriesyukon@gov.yk.ca

Letter of Transmittal

Honourable Glenn Hart
Minister Responsible for the Yukon Lottery Commission
Community Services, Yukon Liquor Corporation
Government of Yukon

On behalf of the Yukon Lottery Commission, I am pleased to submit the annul report and audited financial statements for the year ended March 31, 2002.

Respectfully



Anne Tayler
Chair, Yukon Lottery Commission

Yukon Lottery Commission

Margaret McCullough - Chair	Whitehorse
Gordon Reed - Vice Chair	Marsh Lake
Anne Tayler	Ibex Valley
Teena MacPherson	Whitehorse
Jenny Skelton	Watson Lake
Gary Parker	Dawson City
Frances Oles	Haines Junction
Barbara Fred	Whitehorse
Bernard Menelon	Mayo
Keith Hepner	Keno/Elsa

2001-2002 Yukon Lottery Commission

Back - l to r
Teena MacPherson, Gordon Reed, Jenny Skelton, Barbara Fred, Gary Parker

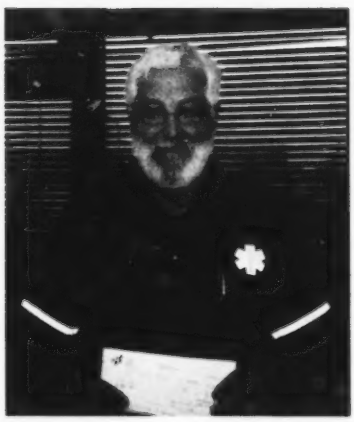
Front - l to r
Margaret McCullough, Bernard Menelon, Anne Tayler

missing
Keith Hepner, Frances Oles

The Yukon Lottery Commission is responsible for the conduct and management of public lotteries in the Yukon, and subject to the regulations, is responsible for the distribution of revenue earned from public lotteries.

The Yukon Lottery Commission establishes direction, develops policy, and oversees operations as the agent for Western Canada Lottery Corporation. The board approves the annual business plan, operating and capital budgets, and monitors implementation of these at regular meetings. The board monitors financial systems and internal controls with the assistance of an independent auditor.

Commission members are appointed to provide diverse representation and expertise from throughout the Yukon.



Report of the Chair

I am pleased to provide an annual report of public lotteries in the Yukon for the fiscal year 2001-02.

This was a year of significant change for the Yukon Lottery Commission. A management and operations review that had been implemented the previous year was completed. The report, conducted and prepared by an independent firm, resulted in recommendations that became included in Government of Yukon's renewal exercise. The decision of Government was to amalgamate the operations of the commission with the Yukon Liquor Corporation. This was commenced and will be ongoing until the amalgamation is completed within the Community Services Department.

Throughout the initial process of renewal, the Commission ensured that all stakeholders were consulted, guided by the principles of integrity, transparency, accountability and social responsibility. The Commission has agreed to co-operate fully with Government of Yukon initiative to amalgamate services with the intent that Yukoners will be served in a more effective and cost efficient manner overall. The service to the retail network should not be affected in any way, nor will access to the important funding programs that have been initiated by the Yukon Lottery Commission to meet the recreational needs of Yukoners. The commission will continue to review and initiate funding programs to provide equitable access and opportunity for all Yukoners.

Changes to the Public Lottery Regulations were approved that reflect revisions to the Recreation Act and recognize the Arts Act. These changes do not alter the authority of the Yukon Lottery Commission to distribute revenues.

Lottery revenues are distributed to support recreation in a number of ways:

- To municipalities and recognized local authorities through grants calculated using a base rate plus per capita formula.
- To eligible applicants through a bi-annual application process for special events, projects and for equipment costs.
- To eligible applicants through an ongoing application process for assistance with travel costs.
- To provide core funding for the umbrella organizations for Sport and Arts.
- To provide funding for the Elite Athlete/High Performance Coaches and Officials program that is administered by Government of Yukon Community Services, Sport and Recreation unit.

- To provide funding for the Advanced Artist program that is administered by the Government of Yukon Tourism and Business Department, Arts unit.
- To provide supplemental funding to Government of Yukon for approval of the Minister responsible for territorial eligible groups in Arts, Sports and Special Recreation.

The revenue earned from the sale of breakopen tickets is committed to a restricted account for distribution by the Yukon Lottery Commission towards costs associated with the Canada Winter Games 2007. Details of distribution will be finalized by the commission in the coming year.

Funds totaling $304,005 were distributed to **municipalities** and **communities** in 2001-02 to assist with local projects prioritized at the community level;

$147,110 was distributed to assist eligible applicants with **travel costs** to participate in competitions or adjudicated events within or outside of Yukon, and

$378,360 was approved for eligible applicants to support a variety of **recreation projects** throughout the Yukon.

Through an agreement with the Minister responsible, the Yukon Lottery Commission allocates 48% of revenue available for distribution to the government for administration by the Sport and Recreation Branch and the Arts Branch. The distribution of these funds is determined by the Sport & Recreation and Arts committees and peer juries for Sport and Arts for the Advanced Artist and Elite Athlete / High Performance Coaches and Officials Programs. The initial agreement, made in 1993, was based on previous funding administered directly to Sport Yukon and the Yukon Arts Council by Y.L.C. as umbrella organizations for Sport and Arts, and funding that had been made available for juries of peers for the Advanced Artist and Elite Athlete programs. The present agreement is for a three-year period ending in March 2003. Reports and accountability are provided to the Yukon Lottery Commission for this funding agreement.

On behalf of the commission, I invite you to review the detailed information that follows on groups and organizations that receive funds earned from lottery ticket sales. The ten volunteer members of the commission are appointed by the Executive Council Member and serve tirelessly to meet their mandate to conduct and manage public lotteries and provide fair and equitable distribution of revenues to Yukoners.

Anne Tayler
Chair

Report of the General Manager

The year 2001-02 was a stable year with Yukon lottery ticket sales reaching 5.338 million overall, a slight decrease from the previous years' sales of 5.340 million. Traditional Instant tickets and the Lotto 6/49 game continued to share the top sales performance with Yukoners, however large jackpot rolls continued to draw players to the Super 7 game.

The retail network was expanded to include the community of Pelly Crossing, bringing the Yukon on-line network to 37 retail locations. Retail is served by the Lotteries Yukon staff, who deal with licensing, staff training, product development, technical trouble-shooting, marketing and promotional materials and supplies. The most up-to-date instant games available through Western Canada Lottery Corporation are distributed to retail on a weekly basis. A monthly Northern Luck publication provides winning numbers, games information and a Yukon beneficiary story for distribution by retail to the public.

The staff of four that serves the Yukon Lottery Commission became employees of the Yukon Liquor Corporation through the Government of Yukon renewal process. Their role, together with serving retail, is to administer policy and funding decisions of the Yukon Lottery Commission and to prepare information required for all Yukon Lottery Commission meetings, monthly financial reports and statistical information. The public is served from the offices of Lotteries Yukon, where staff provide the most up-to-date information on funding programs and distribute prizes to our lucky winners.

Commissions earned by licensed retailers totaled in excess of $311,000, approximately 6% of Yukon's total lottery ticket sales, contributing to the business sector and in some cases supporting the existence of a business. The hundreds of local projects that are supported by lottery revenues have a direct impact on the economy, as these funds are in turn distributed to business and to the service sector. As well, the lottery industry requires the services of technicians, shipping and freight companies, electricians, airlines, and other businesses, all integral economic factors within the Yukon.

The Lotteries Yukon staff looks forward to the challenges of the coming year to ensure that priority is given to the retailers who earn the revenues, and to provide the best possible service to the public and to the volunteers who are supported by the lottery revenues.

Carol Arntzen
General Manager

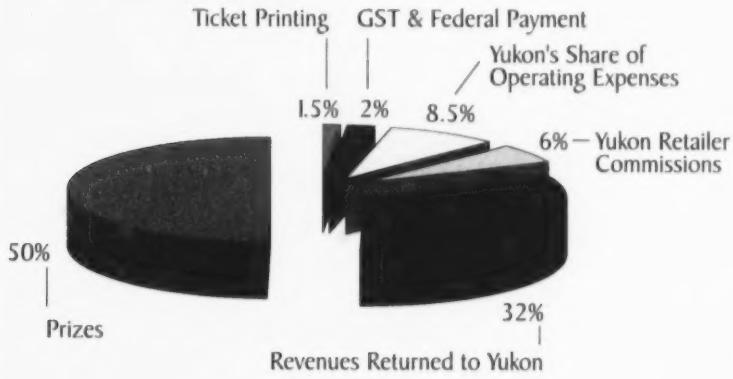
Lottery Dollar Distribution

The Yukon Lottery Commission (Lotteries Yukon), as the official agent of Government of Yukon, is an associate member of Western Canada Lottery Corporation (W.C.L.C.).

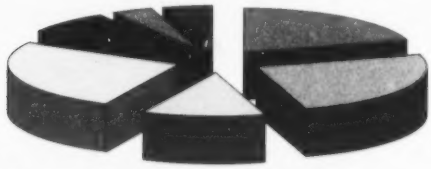
The Corporation is a vehicle that provides efficiencies of scale in operations and prize structures, and provides an equitable share in economic benefits resulting from operations. W.C.L.C. is the authority through which member provinces and affiliates may operate joint games with joint jackpots and common prizes per the Criminal Code of Canada.

Revenue is distributed based on net sales less direct expenses (prizes, retail commissions, ticket printing, operating expenses, GST and Federal payment) to each member province and territorial affiliate.

Your Lottery Dollar



Yukon Lottery Revenue Allocation



details pages 8-14 ➤

1. Community Discretionary Funding Program
2. Applicant Project Funding
3. Travel Assistance Program
4. Supplemental Funds to Sport, Art & Recreation Groups
5. Umbrella Organizations for Sport & Art
6. Advanced Artist Program
7. Elite Athlete & High Performance Coaches Program

1. Community Discretionary Funding Program

Yukon Lottery Revenue Allocation

Communities and Municipalities

Funds are allocated to each community and municipality for their distribution to recreation projects prioritized locally. Please see pages 24-28 for a detailed list of approved funding.

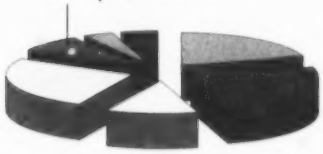
Communities and Municipalities include:

Beaver Creek Community Club
Carcross Recreation Committee
City of Whitehorse
Town of Watson Lake
Village of Teslin
Village of Mayo
Village of Haines Junction
Lorne Mtn. Community Association
Ross River Recreation Association
Marsh Lake Community Association
Vuntut Gwitchin First Nation
Selkirk First Nation
Keno City Community Club
Kluane Lake Athletic Association
Kluane First Nation
Liard First Nation
Town of Dawson City
Village of Carmacks
Tagish Community Association

Haines Junction Silver Sled Dog Races

Mayo Swimming Pool

5. Umbrella Organizations for Sport & Art



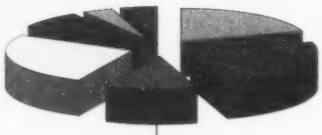
Sport Yukon

Sport Yukon is the umbrella organization for amateur sport development in the Yukon. Core funding by the Yukon Lottery Commission enables Sport Yukon to provide services to its 75 - 100 members, to organize programs and events and to administer the participation of Yukon athletes in various games throughout Canada. Funding is administered by the Sport & Recreation Branch.

Project Applications

Eligible applicants access project funding through an application process available twice a year. The key criteria for the distribution by grants are volunteerism, community participation and non-profit registered status. Please see pages 24-28 for a detailed list of approved funding.

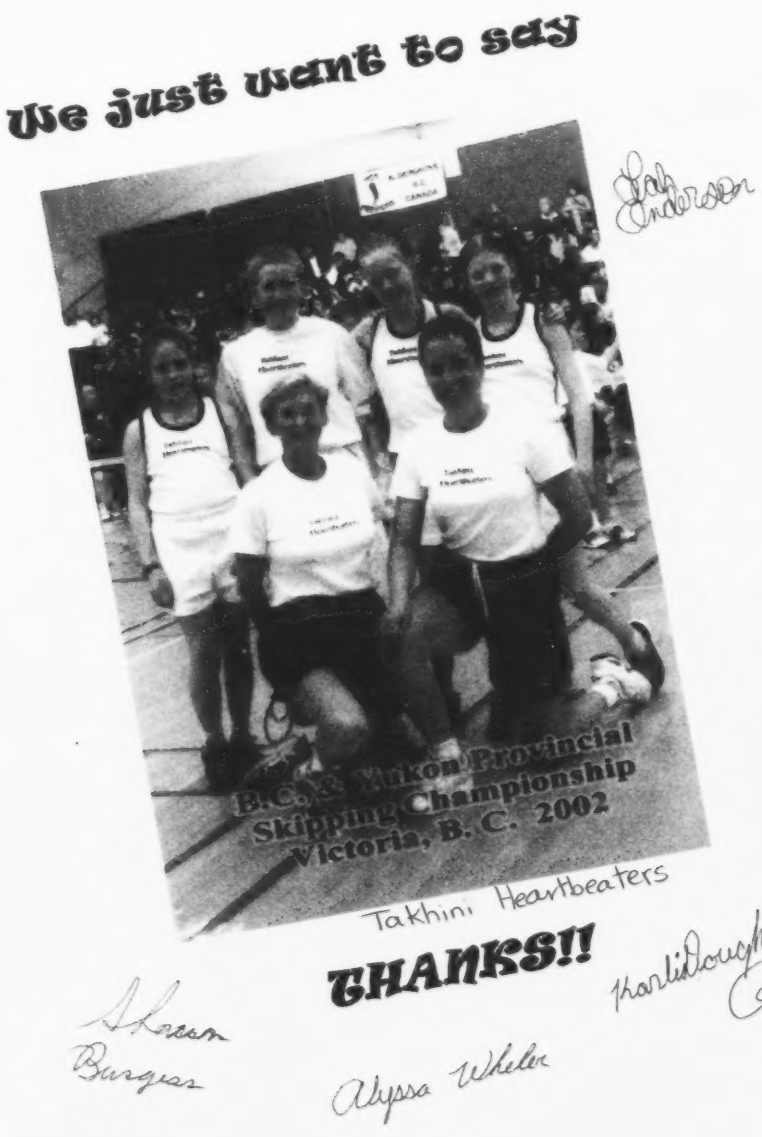
2. Applicant Project Funding



3. Travel Assistance Program

Travel Funding Applications

Eligible applicants including registered non-profit groups and extra-curricular high school groups may access limited funding assistance for participation in competitions or adjudicated events within or out of the Yukon. This program has ongoing intake and is highly accessed by groups who articulate that funding assistance has made travel a possibility and that the increased participation and exposure assists in the development of amateur recreation at all levels. Please see pages 24-28 for a list of recipients.



"Digging for funding"

Mayo Soccer Club
Box 52
Mayo, Yukon
Y0B 1M0

Yukon Lotteries

The U18 Boys Soccer Team and coaches, wish to THANK YOU with all their hearts for supporting us financially for our trip to Super Soccer in Yellowknife, N.W.T.

This competition was a real success for the Mayo team. We were rewarded with the Silver medal as well as the Most Outstanding Team award out of 150 teams.

Without your financial assistance this trip would not have been possible for our young athletes from our small community. With the report in the Yukon News and on the television it has made our community proud and set an example for the younger kids to follow.

Again, we sincerely thank you from the bottom of our hearts.

Russell McDiarmid
Byron Klippert
Grant Ewing
Chad Peck
Craig Gagnon
Bernard Menelon

Ross Cooper
Gesty Tees
Marshall Ewing
Jeremy Germaine
Jesse Andre
Dan McDiarmid

Grant Ewing

Byron, Thanks It was fun! Chad Peck
Craig Gagnon Ross Cooper Jesse Andre
Russell McDiarmid Marshall Ewing
Gesty Tees
Jeremy

D.C. Bits n' Bridles Horse 4-H Club
Box 979
Dawson City, Yukon
Y0B 1G0

Lotteries Yukon
312 Wood Street
Whitehorse, Yukon
Y1A 2E8

Re: Travel Expenses Dawson City, YT – Fairbanks, AK.

This is further to your letter of July 4, 2001, indicating that funding for the above-noted trip had been approved.

Our group left Dawson City on August 1, 2001, with their horses, to participate in the Tanana Valley State Fair horse shows in Fairbanks, Alaska. Our four 4-H participants were: Eve Derry (riding Cherokee); Leah Adam (riding Miss Classy Klondike); Kathryn Morrison (riding Delila); and Caitlin Gammie (riding Wars Yukon Storm). Carlene Kerr, our 4-H Club leader, accompanied the group as support person. Sylvie Gammie, 4-H liaison and events co-ordinator, and Sally Derry, chaperone and parent helper, also accompanied the group. Following the horse shows from August 3 to 8, the group made its way back to Dawson City, Yukon, on August 10, 2001.

The trip was a very successful one. The experience gained by our members was invaluable. They were able to take part in many events, including several that would normally not be available to them in the Yukon. Our stall decorations included a City of Dawson and Canada flags, and coupled with our team jackets (which our members had previously fundraised for), our Canadian presence could definitely not be ignored. All of our members proved to be great ambassadors for Dawson City and the Yukon. As well, as a direct result of our attendance in Fairbanks, we were able to convince some Alaska residents to attend our Dawson City Klondike Classic Horse Show, held on August 25 & 26, 2001, and others are interested for future years.

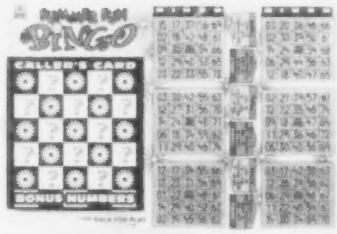
Although our participants were able to enter several different events during our Fairbanks stay, the 4-H show on August 6 & 7 were our main focus for the trip. In the 4-H events, Eve Derry received High Point for the Beginner English Division. Kathryn Morrison received Overall High Point in the Beginner Category, while Caitlin Gammie received Overall High Point in the Intermediate Category.

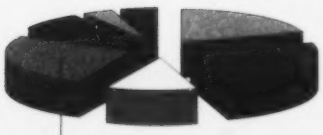
We are enclosing a financial report, indicating our sources of revenue and expenditures for this trip. We are also enclosing copies of some of our fuel receipts, totaling $513.36 ($332.60 U.S.), for our travel expenses.

We trust this is all you require regarding this trip, and look forward to receiving your cheque. Thank you again for contributing to this project. Your support is greatly appreciated.

Carlene Kerr
Bits n' Bridles Club Leader / 4-H Yukon Vice-President

Encl.





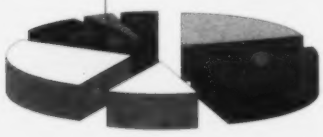
4. Supplemental Funds to Sport, Art & Recreation Groups

Arts Groups

Lottery revenues supplement Government of Yukon funding for development of the arts as authorized in the Arts Act. Arts groups receive funds to administer their programs and activities based on criteria established by the Yukon Arts Advisory Council. The Council reviews applications, with recommendations forwarded to the Minister for final approval. The Arts Branch provides administration and accountability for the lottery contribution. Groups funded are:

Dawson City Music Festival
Dancers with Latitude
Guild Society
Alsek Music Society
Northern Lights School of Dance
Yukon Educational Theatre
Whitehorse Community Choir
Longest Night Society
Jazz Society of Yukon
Whitehorse Concerts
Yukon Art Society
Yukon Storytelling Festival
Nakai Theatre
Frostbite Music Festival
Northern Fibres Guild
Society of Yukon Artists of Native Ancestry

6. Advanced Artist Program



Advanced Artists

The purpose of the Advanced Artist Awards program is to assist advanced visual, literary and performing artists practicing at a senior level with innovative projects, travel or educational pursuits that contribute to their personal artistic development and to their community. Applications are reviewed by a jury of peers, with the lottery funded program administered by the Arts Branch.

Sport And Recreation Groups

4. Supplemental Funds to Sport, Art & Recreation Groups

Lottery revenue is provided to supplement Government of Yukon core funding authorized in the Recreation Act for Sport and Special Recreation Groups. Level of funding is based on criteria established by the appointed members of the Sport and Recreation Committee. The Sport & Recreation Branch provides administration and accountability of the lottery contribution. Recipients are:

Sports Groups

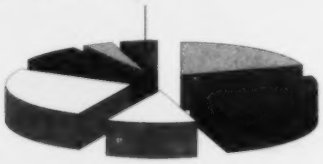
Alpine Ski Association
Athletics Yukon
Yukon Badminton Association
Yukon Amateur Boxing Association
Yukon Karate Association
Basketball Yukon
Biathlon Yukon
Cross Country Yukon
Yukon Curling Association
Squash Yukon
Synchro Yukon Association
Volleyball Yukon
Yukon Amateur Hockey Association
Cycling Association of Yukon
Yukon Golf Association
Yukon Gymnastics Association
Baseball Yukon
Wrestle Yukon
Yukon Orienteering Association
Yukon Shooting Federation
Yukon Soccer Association
Softball Yukon
Swim Yukon
TEST
Yukon Weightlifting Association
Yukon Amateur Speedskating Association

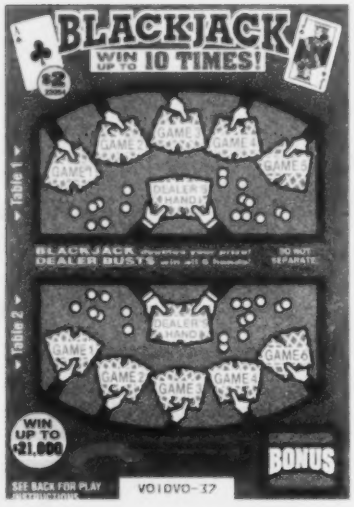
Recreation Groups

Big Brothers and Sisters of Yukon
Girl Guides of Canada-Yukon Chapter
Recreation & Parks Assoc. of Yukon
Skookum Jim Friendship Centre
Yukon Special Olympics
Braeburn Lake Christian Camp Assoc.
Freedom Trails Therapeutic Riding Assoc.
Yukon Indigenous Games Committee
Elder Active Recreation Association
Yukon Scout Council

LOTTERIES YUKON

7. Elite Athlete & High Performance Coaches Program





Elite Athletes & High Performance Coaches

Lottery funding of the Elite Athlete and High Performance Coaches programs has been ongoing since inception. Adjudication of applications is provided through a peer process with administration provided by the Sport & Recreation Branch who works closely with the Sport Governing Bodies to identify potential coaches who would benefit from training, and athletes who may be recognized for funding to assist in covering costs to pursue excellence.

Accountability to the Yukon Lottery Commission is provided by the Sport & Recreation Branch.

CHARTERED ACCOUNTANTS

mackay.ca

MacKay LLP

Auditors' Report

To the Members of the Yukon Lottery Commission

We have audited the balance sheet of Yukon Lottery Commission as at March 31, 2002 and the statements of revenue and expenditures, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the Yukon Lottery Commission as at March 31, 2002, and the result of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Whitehorse, Yukon

June 14, 2002

MacKay LLP

Chartered Accountants

mackay.ca refers to the Canadian firm MacKay LLP

Yukon Lottery Commission

Statement of Revenue and Expenditures

For the year ended March 31,	2002	2001
Revenue		
Commissions - Western Canada Lottery Corporation	$ 1,595,842	$ 1,679,749
Break-open tickets (schedule)	60,532	113,451
Interest	122,111	172,197
	1,778,485	1,965,397
Administration Expenses		
Advertising and promotion	7,127	9,286
Amortization	4,958	5,554
Computer supplies and support	5,770	520
Insurance	1,481	1,469
Leased equipment	3,370	3,519
Miscellaneous	1,487	133
Office supplies	8,203	7,255
Postage and freight	5,320	5,822
Professional fees	11,862	12,594
Rent	37,735	33,620
Retail	567	1,966
Telephone	7,067	6,967
Training	25	6
Travel	5,119	10,522
Wages and benefits	239,069	213,975
	339,160	313,208
Commission Meeting and Program Expenses		
Directors' honoraria, travel and meetings	70,209	62,701
Non-profit audit	8,000	5,000
Public relations	24,785	22,561
Retailer incentive	8,071	4,083
	111,065	94,345
	450,225	407,553
Excess of revenue over expenditures before Grants and Contributions	**1,328,260**	1,557,844
Grants and Contributions		
-by application	383,974	401,257
-discretionary	304,005	327,711
-major projects	206,158	214,499
	894,137	943,467
Unclaimed Grants	(71,325)	(56,797)
	822,812	886,670
Y. T. G. - Y.R.A.C. - Top up	542,125	562,336
Total Grants and Contributions	**1,364,937**	1,449,006
Excess (deficiency) of revenue over expenditures	**$ (36,677)**	$ 108,838

MacKay LLP Chartered Accountants

Yukon Lottery Commission

Statement of Changes in Net Assets

For the year ended March 31,

	Unrestricted Net Assets	Invested in Capital Assets	Restricted for Working Capital	Restricted for Contingencies	Restricted for Major Projects
Balance, beginning of year	$ 367,104	$ 24,780	$ 100,000	$ 462,986	$ 132,803
Excess (deficiency) of revenue over expenditures (note 5)	248,141	(7,257)	---	---	(195,590)
Investment in Capital Assets	(11,679)	11,679	---	---	---
Transfers to Restricted	(388,232)	---	---	(33,498)	171,795
Balance, end of year	$ 215,334	$ 29,202	$ 100,000	$ 429,488	$ 109,008

				2002	2001
Restricted for Travel	Restricted for Canada Games 2007	Restricted for Future Grants	Total	Total
$ 2,701	$ 658,613	$ ---	**$ 1,748,987**	$ 1,640,149
(147,109)	65,138	---	**(36,677)**	108,838
---	---	---	---	---
172,299	(2,299)	79,935	---	---
$ 27,891	$ 721,452	$ 79,935	**$ 1,712,310**	$ 1,748,987

Yukon Lottery Commission

Balance Sheet

As at March 31,	2002	2001
Assets		
Current		
Cash	$ 2,238	$ 928
Funds held in trust (note 2)	2,077,718	2,602,800
Accounts receivable	294,803	374,488
Inventory	4,589	2,978
Prepaid expenses	6,455	3,933
	2,385,803	2,985,127
Restricted funds (note 3)	**721,452**	658,613
Capital assets (note 4)	**29,202**	24,780
	$ 3,136,457	$ 3,668,520
Liabilities		
Current		
Accounts payable and accrued liabilities	$ 124,677	$ 128,243
Committed grants	1,299,470	1,791,290
	1,424,147	1,919,533
Commitments (note 6)		
Net Assets		
Net assets invested in capital assets	**29,202**	24,780
Net assets restricted for working capital	**100,000**	100,000
Net assets restricted for contingencies	**429,488**	462,986
Net assets restricted for major projects	**109,008**	132,803
Net assets restricted for travel	**27,891**	2,701
Net assets for Canada Games 2007	**721,452**	658,613
Net assets for future grants	**79,935**	-
Unrestricted	**215,334**	367,104
	1,712,310	1,748,987
	$ 3,136,457	$ 3,668,520

Approved by the Commission

Chair

Member

MacKay LLP Chartered Accountants

Yukon Lottery Commission

Statement of Cash Flows

For the year ended March 31,	2002	2001
Cash provided by (used in)		
Operating activities		
Excess (deficiency) of revenue over expenditures	$ (36,677)	$ 108,838
Item not affecting cash		
Amortization	7,257	9,101
Changes in non-cash operating capital		
Accounts receivable	79,685	6,362
Prepaid expenses	(2,522)	(28)
Inventory	(1,611)	(295)
Accounts payable and accrued liabilities	(3,566)	39,712
Committed grants	(491,820)	(27,675)
	(449,254)	136,015
Financing activities		
Increase in restricted funds	**(62,839)**	(113,451)
Investing activities		
Purchase of capital assets	**(11,679)**	(5,035)
Increase (decrease) in cash	**(523,772)**	17,529
Cash, beginning of year	**2,603,728**	2,586,199
Cash, end of year	**$ 2,079,956**	$ 2,603,728
Represented by		
Cash	$ 2,238	$ 928
Funds held in trust	2,077,718	2,602,800
	$ 2,079,956	**$ 2,603,728**

MacKay LLP Chartered Accountants

1. Significant Accounting Policies

The commission was created under the provisions of the Public Lotteries Act of the Yukon Territory and is responsible for the conduct and management of public lotteries in the Yukon, including the distribution and administration of funds received from government sanctioned lotteries. The following is a summary of the significant accounting policies used by management in the preparation of these financial statements.

(a) Capital Assets
As the commission is an ongoing operation generating revenues each year, any capital assets when purchased, will be capitalized and amortized at the rates set out in note 4.

(b) Inventory
The inventory of promotional items is valued at the lower of cost and replacement cost.

(c) Amortization
Amortization is calculated by the diminishing balance method over the estimated useful life of the capital assets at the rates set out in note 4.

(d) Grants and contributions
Grants are treated as expenditures at the time the grants are approved by the Commission. All unpaid, but approved grants, are included as committed grants. Approved grants which are not claimed within the required time frame are reversed as unclaimed grants.

(e) Financial instruments
All significant financial assets, financial liabilities and equity instruments of the commission are either recognized or disclosed in the financial statements together with available information for a reasonable assessment of future cash flows, interest rate risk and credit risk.

2. Funds Held in Trust

All general funds of the commission are held in trust for the Commission by the Government of Yukon.

3. Restricted Net Assets

The Commission has internally restricted net assets of $1,496,976 (2001 - $1,357,103) to provide for contingencies, an even level of funding, travel, future major projects, future grants and the Canada Games 2007. These internally restricted amounts are not available for other purposes without approval of the Commission members.

In conjunction with the net assets restricted for the Canada Games 2007, an equal amount of cash is restricted for future expenditures.

4. Capital Assets

	Rate	2002 Cost	2002 Accumulated Amortization	2002 Net book Value	2001 Net book Value
Furniture and equipment	20%	$ 51,237	$ 38,404	$ 12,833	$ 7,094
Break-open machines	20%	29,258	25,079	4,179	5,971
Computer hardware	30%	36,825	24,635	12,190	10,928
Computer software	100%	1,575	1,575	-	787
		$ 118,895	$ 89,693	**$ 29,202**	$ 24,780

5. Allocation of Excess of Revenue Over Expenditures

The excess of revenue over expenditures is allocated to net assets according to the source of the revenue or expenditure as shown below:

	Unrestricted	Capital Assets	Major Projects	Travel	Canada Games 2007
Excess of revenue over expenditures	$ 725,601	$ -	$ -	$ -	$ 60,532
Grants allocated	(505,405)	-	(206,157)	(182,573)	-
Amortization	4,958	(7,257)	-	-	2,299
Unclaimed Grants	22,987	-	10,567	35,464	2,307
	$ 248,141	**$ (7,257)**	**$ (195,590)**	**$ (147,109)**	**$ 65,138**

6. Commitments

The Commission has a lease for office space until May 2004 which requires future minimum lease payments as follows:

2003	$ 42,000
2004	42,000

7. Reclassification of prior years figures

Certain of the prior years figures have been reclassified to conform with the current years presentation.

8. Renewal Expenses

Included in the administration and commission meeting and program expenses are expenses related to the renewal process.

	2002	2001
Professional fees	$ 5,344	$ -
Directors' honoraria, travel and meetings	20,044	-
	$ 25,388	$ -

Yukon Lottery Commission

Schedule - Break-open Tickets

For the year ended March 31,	2002	2001
Revenue		
Commission - Break-open tickets	$ 108,434	$ 188,496
Expenditures		
Advertising and promotion	3,268	5,664
Amortization	2,299	3,547
Computer	591	92
Directors' honouraria and meeting costs	5,845	9,044
Insurance	152	261
Leased equipment	345	626
Miscellaneous	972	913
Office supplies	840	1,290
Postage and freight	545	1,036
Professional fees	1,215	2,240
Rent	3,865	5,980
Retailer incentive	885	1,076
Telephone	724	1,239
Training	3	1
Travel	1,869	3,979
Wages and benefits	24,484	38,057
	47,902	75,045
Excess of revenue over expenditures	$ 60,532	$ 113,451

MacKay LLP Chartered Accountants

Approved Funding 2001/2002

Note T signifies travel funds

COMMUNITY	ORGANIZATION	AMOUNT
BEAVER CREEK	Discretionary	7,880.00
	Cultural Twine Alliance	3,000.00
		10,880.00
BURWASH LANDING	Discretionary	7,680.00
		7,680.00
CARCROSS	Discretionary	9,010.00
	Carcross Area Rescue Team Association	2,100.00
		11,110.00
CARMACKS	Discretionary	11,310.00
		11,310.00
DAWSON CITY	Discretionary	19,510.00
	Dawson City Art Society	2,500.00
	Dawson City Museum & Historical Society	30,000.00
	Dawson City Music Festival	4,214.00
	Percy DeWolfe Memorial Mail Race	1,950.00
	Robert Service School (T)	3,000.00
		61,174.00
DESTRUCTION BAY	Discretionary	7,430.00
		7,430.00
FARO	Discretionary	10,130.00
	Faro Golf Club	11,500.00
		21,630.00
HAINES JUNCTION	Discretionary	12,560.00
	Alsek Music Festival	1,000.00
	Kluane Speed Skating Club	11,500.00
		25,060.00
KENO	Discretionary	7,200.00
		7,200.00
LORNE MOUNTAIN	Discretionary	10,790.00
		10,790.00
MARSH LAKE	Discretionary	10,000.00
	Marsh Lake Community Club	5,000.00
		15,000.00

Approved Funding 2001/2002

Note T signifies travel funds

COMMUNITY	ORGANIZATION	AMOUNT
MAYO	Discretionary	11,060.00
	Mayo Community Club	1,168.00
		12,228.00
OLD CROW	Discretionary	9,990.00
	Old Crow Recreation Society	7,239.00
		17,229.00
PELLY CROSSING	Discretionary	10,280.00
	Pelly Crossing Recreation Society	2,000.00
		12,280.00
ROSS RIVER	Discretionary	10,370.00
	Ross River Recreation Society	6,000.00
		16,370.00
TAGISH	Discretionary	9,060.00
		9,060.00
TESLIN	Discretionary	9,670.00
	Teslin Historical and Museum Society	1,050.00
	Teslin Tlingit Heritage Board	3,000.00
		13,720.00
UPPER LIARD	Discretionary	8,590.00
		8,590.00
WATSON LAKE	Discretionary	17,400.00
	Watson Lake Curling Club	2,040.00
		19,440.00
WHITEHORSE	Discretionary	104,085.00
	Duke of Edinburgh's Award, Yukon/BC Division	3,000.00
	F.H. Collins School (Tx3)	7,129.00
	Fiddlekids	3,000.00
	Fireweed Skating Club	3,000.00
	Great Northern Ski Society	30,000.00
	Klondike Highland Dance Club	2,575.00
	Klondike Highland Dance Club (Tx2)	1,879.00
	Klondike Snowmobile Association	6,300.00
	Kluane Quilters Guild	2,200.00
	Polarettes & Polar Gymnastics Club	5,525.00
	Polarettes & Polar Gymnastics Club (Tx4)	7,707.00

Approved Funding 2001/2002

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COMMUNITY	ORGANIZATION	AMOUNT
WHITEHORSE, continued	Porter Creek Secondary School (Tx3)	8,846.00
	Second Opinion Society	1,636.00
	Teegatha 'Oh Zheh	624.00
	Vanier Secondary School (Tx4)	11,072.00
	Whitehorse Cross Country Ski Club	76,705.00
	Whitehorse Curling Club (T)	3,000.00
	Whitehorse Glacier Bears Swim Club (Tx3)	7,462.00
	Whitehorse Men's Basketball League (T)	6,000.00
	Whitehorse Minor Hockey Association (Tx3)	9,627.00
	Whitehorse Rapids Speed Skating Club	8,000.00
	Whitehorse Rapids Speed Skating Club (Tx3)	4,527.00
	Whitehorse Rodeo Association	2,000.00
	Whitehorse Search and Rescue	2,000.00
	Whitehorse Skating Club (Tx2)	7,129.00
	Whitehorse Skotokan Karate Club (T)	1,200.00
	Whitehorse Women's Hockey (T)	302.00
	Whitehorse Woofers Dog Club	700.00
	Whitehorse Youth Honour Band (T)	7,500.00
	Whiteout Snowmobile Racing Club	1,500.00
		336,230.00
YUKON	4H Yukon (T)	390.00
	Annie Lake Golf and Country Club Society	23,595.00
	Association Franco-Yukonnaise (T)	2,664.00
	Association of Professional Engineers of YT	3,500.00
	Athletic Yukon (T)	1,437.00
	Basketball Yukon	1,900.00
	Basketball Yukon (Tx2)	7,576.00
	Canadian Ski Patrol (T)	1,200.00
	Cross Country Yukon	1,500.00
	Dancers With Latitude	5,150.00
	Fireweed Skating Club (Tx3)	5,380.00
	Girl Guides of Canada - Yukon Council	5,035.00
	Girl Guides of Canada - Yukon Council (Tx2)	2,100.00
	Guild Society	5,775.00
	Judo Yukon	2,000.00

Approved Funding 2001/2002

Note T signifies travel funds

COMMUNITY	ORGANIZATION	AMOUNT
YUKON, continued	Kluane Chilkat Int'l Bike Relay Association	5,000.00
	Learning Disabilities Association of Yukon	2,000.00
	Northern Lights School of Dance	2,410.00
	Recording Arts Industry Yukon Association (T)	1,121.00
	Society of Yukon Artists of Native Ancestry	7,500.00
	Softball Yukon (T)	2,858.00
	Sport Yukon	10,000.00
	Squash Yukon (Tx3)	9,418.00
	Suzuki String Association of Yukon	2,200.00
	Synchro Yukon (Tx3)	1,919.00
	Ta'an Kwach'an Council Centennial Committee	3,600.00
	Volleyball Yukon (T)	3,750.00
	Yukon Amateur Hockey Association (Tx5)	13,278.00
	Yukon Amateur Speed Skating Assoc. (Tx3)	5,458.00
	Yukon Art Society	15,850.00
	Yukon Broomball Association	14,000.00
	Yukon Canoe and Kayak Club (T)	2,100.00
	Yukon Curling Association (Tx3)	8,400.00
	Yukon Educational Theatre	1,029.00
	Yukon Film Society	5,000.00
	Yukon Fish and Game Association	2,300.00
	Yukon Golf Association (Tx2)	2,400.00
	Yukon Guild Society	525.00
	Yukon Indian Hockey Association (T)	378.00
	Yukon International Storytelling Festival	9,000.00
	Yukon Learn	3,550.00
	Yukon Music Camp Society	8,563.00
	Yukon Orienteering Association	6,300.00
	Yukon Police Curling Association (T)	900.00
	Yukon Quest International Association	10,000.00
	Yukon Scout Council (Tx2)	6,600.00
	Yukon Soccer Association	2,700.00
	Yukon Soccer Association (Tx4)	10,667.00
	Yukon Ultimate Frisbee Association	550.00
	Yukon Weightlifting Association	3,000.00
	Yukon Weightlifting Association (Tx2)	6,200.00
		259,726.00
TOTAL CONTRIBUTIONS TO COMMUNITIES/APPLICANTS		**894,137.00**

Approved Funding 2001/2002

GOVERNMENT OF YUKON ADMINISTERED FUNDING

ARTS BRANCH	Advanced Artist	
	Yukon Recreation Advisory Committee	
		206,007.50
SPORT AND RECREATION BRANCH	Elite Athlete/High Performance Coaches and Officials	
	Sport Yukon	
	Yukon Recreation Advisory Committee	
		336,117.50

TOTAL FUNDS ADMINISTERED BY GOVERNMENT OF YUKON

542,125.00

TOTAL FUNDING APPROVED

1,436,262.00

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